

Message Text

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PAGE 01 MONTER 00425 121529Z

ACTION ARA-14

INFO OCT-01 ISO-00 XMB-04 CIAE-00 EB-07 INR-07 LAB-04

NSAE-00 SIL-01 /038 W

-----021817 121936Z /40

R 121415Z JUL 77

FM AMCONSUL MONTERREY

TO AMEMBASSY MEXICO

SECSTATE WASHDC 3211

USDOC WASHDC

UNCLAS MONTERREY 0425

DEPARTMENT PASS EXIMBANK

E.O. 11652: N/A

TAGS: EGEN, ELAB, ECRP, MX

SUBJ: FUNDIDORA MONTERREY STRIKE SETTLED

REFS: (A) MONTERREY 0360; (B) MONTERREY 0331; (C) CERP 0539

1. THE SEVEN-WEEK STRIKE AGAINST FUNDIDORA MONTERREY WAS FINALLY SETTLED ON JULY 11. COMPANY SOURCES HAVE INDICATED THE PRODUCTION LOSSES FROM THE STRIKE AMOUNTED TO ONE HUNDRED AND FORTY-FOUR THOUSAND TONS OF STEEL PRODUCTS. TOTAL LOSSES FROM THE STRIKE WERE REPORTED TO EXCEED 700 MILLION PESOS (OVER THIRTY MILLION DOLLARFPLM

2. THE AGREEMENT ENDING THE STRIKE PROVIDED THE FOLLOWING BENEFITS; WORKERS WILL RECEIVE A TEN PERCENT SALARY INCREASE, A TEN PERCENT INCREASE IN MONTHLY GROCERY ALLOWANCES AND SEVENTY MORE HOUSES PER YEAR CONSTRUCTED AT COMPANY EXPENSE. WORKERS WILL ALSO RECEIVE SEVENTY-FIVE PERCENT OF THE SALARIES THEY WOULD HAVE EARNED IN THE ABSENCE OF THE STRIKE. THE COMPANY ALSO AGREED TO CREATE 1,500 JOB OPENINGS FOR TEMPORARY WORKERS, I.E., THOSE WITHOUT PERMANENT CONTRACT.

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3. THE TEN PERCENT WAGE INCREASE IS SEEN AS A VICTORY FOR THE LOPEZ PORTILLO ADMINISTRATION'S WAGE GUIDELINES AS WELL AS A VINDICATION FOR THE COMPANY'S PERSISTENCE IN NOT ACCEEDING TO THE DEMANDS OF THE RADICAL MINORITY THAT HAD GAINED CONTROL OF THE MINERS' UNION. SOME LOCAL OBSERVERS HAVE EXPRESSED THE HOPE THAT THE FUNDIDORA MANAGEMENT, WHICH HAS BEEN LONG REGARDED AS QUOTE SOFT UNQUOTE ON LABOR MATTERS, WILL HENCEFORTH TAKE A

FIRMER STAND IN LABOR RELATIONS MATTERS.

4. THE COMPANY IS EXPECTED TO BE BACK TO NORMAL PRODUCTION
LEVELS (SOME THREE THOUSAND TONS PER DAY) WITHIN ONE MONTH.
LAMBERT

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: STRIKE SETTLEMENT, STEEL PLANTS, LABOR OBJECTIVES
Control Number: n/a
Copy: SINGLE
Sent Date: 12-Jul-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01-Jan-1960 12:00:00 am
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977MONTER00425
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770247-1181
Format: TEL
From: MONTERREY
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770767/aaaacger.tel
Line Count: 67
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 650ae76c-c288-dd11-92da-001cc4696bcc
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Review Withdrawn Fields: n/a
SAS ID: 1890244
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Status: NATIVE
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TAGS: EGEN, ELAB, ECRP, MX, FUNDIDORA MONTERREY
To: MEXICO STATE
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